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Federal Order No. 67

U. S. Department of Agriculture

Agricultural Stabilization and Conservation Service

Telephone: Atlantic 8-2571

U. S. DEPT. OF AGRICULTURE

SOUTH BEND-LAPORTE-ELKHART, INDIANA, MILK MARKET NEWS

AUG 24 1961

SERIAL RECORDS

Market Administrator

220 South William Street

P. O. Box 216

South Bend 24, Indiana

Issued for Information of Producers  
Who Are Not Members of Cooperative Associations

Vol. V, No. 8

August 1961

#### JULY BASE PRICE \$4.05

Dairy farmers will receive a base price of \$4.05 for July 1961 deliveries of Grade A base milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, milk order. The base price is based upon a butterfat test of 3.5 percent and will be adjusted by a differential of 7.3 cents for each one tenth percent that tests vary above or below the 3.5 percent standard. This price is 9 cents higher than the base price of July 1960.

#### JULY EXCESS PRICE \$3.15

July 1961 deliveries of Grade A excess milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, milk order will be paid for at the rate of \$3.15 per hundredweight for 3.5 percent milk and adjusted by the same differential of 7.3 cents as is used for base milk. These minimum prices are subject to a 4 cent per hundredweight marketing service deduction, together with the authorized hauling charge. For comparative purposes, a uniform price of \$3.95 per hundredweight was computed, which is 12 cents higher than a year ago and 19 cents higher than June 1961.

#### PRODUCER RECEIPTS

Average daily herd production dropped 82 pounds per producer from June, which is almost 10 gallons per herd per day. Daily average for the whole market was down 11.11 percent from June, and since the Class I sales were down only about 3 percent, a much higher Class I utilization of producer milk occurred in July. This is the final month for the base-excess plan in 1961, and in September producers will start making a base for the spring of 1962.

#### CLASS I SALES

A decrease of about 2.9 percent in Class I sales is about normal for June to July. Vacations and warm weather will keep Class I sales down below the yearly average until September. A comparison of July 1960 shows a decrease of almost 40 percent, but at least 33 or 34 percent of this decrease is due to the fact that handlers that were on this market a year ago are now being priced under another Federal Order.

#### CLASS I PRICE

The Class I price for the August 1961 delivery period will be \$4.41 per hundredweight for 3.5 percent milk. This price was computed by adding \$1.30 per hundredweight to the average condensery pay price (\$3.15) and deducting the 4 cent supply-demand adjustment. The supply-demand adjustment for the September 1961 delivery period will be a minus 6 cents.

#### SUPPORT PRICE INCREASE

The U.S.D.A. support price on U.S. extra grade or higher spray powder has been increased from 15.90¢ per pound to 16.40¢ per pound, and roller powder from 13.90¢ per pound to 14.40¢ per pound, for products produced from July 18, 1961, through March 31, 1962. Cheese was also increased from 36.10 to 36.50 cents per pound.

# ORDER NO. 67 PRICES

Class Prices and Uniform Prices Per Cwt. for 3.5% Milk  
Average Prices For the Years 1953-1958 And by Months From 1959 To Date

Year and Month	CLASS I			CLASS II		CLASS III	UNIFORM PRICES	
	Differ- ential	Supply Demand	Milk Price	Differ- ential	Milk Price	Milk Price	Milk Price	B. F. Differ- ential
1953	\$ 1.10	\$- .105	\$4.370	\$ --	\$ --	\$3.141	\$4.107	\$ .079
1954	1.10	- .243	3.930	--	--	2.874	3.636	.072
1955	1.10	- .134	4.000	--	--	3.018	3.785	.069
1956	1.22	- .049	4.277	--	--	3.118	4.005	.071
1957	1.10	- .177	4.060	.59	3.688	3.126	3.833	.071
1958	1.08	- .118	3.980	.60	3.611	3.009	3.777	.070
1959								
Jan.	\$ 1.10	\$+ .06	\$4.23	\$ .70	\$3.77	\$3.06	\$4.06	\$ .069
Feb.	1.10	+ .06	4.22	.70	3.76	3.06	4.02	.069
Mar.	.90	+ .08	4.04	.45	3.51	3.01	3.83	.069
Apr.	.90	+ .08	3.99	.45	3.46	2.95	3.78 *	.069
May	.90	+ .04	3.89	.45	3.40	2.92	3.59 *	.069
June	.90	+ .06	3.88	.45	3.37	2.91	3.62 *	.070
July	1.10	+ .04	4.05	.45	3.36	2.93	3.86 *	.070
Aug.	1.30	+ .02	4.25	.70	3.63	2.96	4.03	.072
Sept.	1.30	+ .08	4.34	.70	3.66	3.02	4.17	.075
Oct.	1.30	+ .12	4.45	.70	3.73	3.10	4.23	.075
Nov.	1.30	+ .14	4.54	.70	3.80	3.15	4.27	.077
Dec.	1.10	+ .12	4.37	.70	3.85	3.15	4.13	.074
Av.	\$ 1.10	\$+ .075	\$4.188	\$ .60	\$3.608	\$3.018	\$3.966	\$ .072
1960								
Jan.	\$ 1.10	\$- .04	\$4.21	\$ .70	\$3.85	\$3.13	\$3.96	\$ .070
Feb.	1.10	- .06	4.17	.70	3.83	3.12	3.95	.070
Mar.	.90	- .06	3.96	.45	3.57	3.09	3.78	.070
Apr.	.90	- .06	3.93	.45	3.54	3.03	3.72 *	.070
May	.90	- .02	3.91	.45	3.48	3.00	3.59 *	.070
June	.90	+ .02	3.92	.45	3.45	3.00	3.63 *	.070
July	1.10	- .04	4.06	.45	3.45	3.01	3.83 *	.070
Aug.	1.30	- .06	4.25	.70	3.71	3.08	4.07	.071
Sept.	1.30	.00	4.38	.70	3.78	3.20	4.19	.074
Oct.	1.30	+ .06	4.56	.70	3.90	3.31	4.28	.073
Nov.	1.30	+ .12	4.73	.70	4.01	3.40	4.51	.074
Dec.	1.10	+ .04	4.54	.70	4.10	3.44	4.34	.073
Av.	\$ 1.10	\$- .008	\$4.22	\$ .60	\$3.72	\$3.15	\$3.988	\$ .071
1961								
Jan.	\$ 1.10	\$- .06	\$4.48	\$ .70	\$4.14	\$3.42	\$4.26	\$ .073
Feb.	1.10	- .02	4.50	.70	4.12	3.24	4.26	.073
Mar.	.90	- .02	4.12	.45	3.69	3.23	3.94	.073
Apr.	.90	- .02	4.11	.45	3.68	3.23	3.91 *	.073
May	.90	.00	4.13	.45	3.68	3.19	3.84 *	.073
June	.90	+ .02	4.11	--	3.30	3.12	3.76 *	.073
July	1.10	+ .02	4.24	--	3.31	3.15	3.95 *	.073
Aug.	1.30	- .04	4.41	--				

\* The price shown here is the weighted average of the base price and the excess price.



SOUTH BEND-LAPORTE-ELKHART, INDIANA, MILK MARKET NEWS

Vol. V, No. 8

August 1961

UTILIZATION AND CLASSIFICATION OF MILK

CLASS I	July 1961		July 1960	
	Reported Data		Audited Data	
	Product Pounds	Butterfat Pounds	Product Pounds	Butterfat Pounds
Milk	9,213,272	329,368	14,597,931	515,816
Skim Milk	115,659	94	168,505	487
Fortified Skim Milk	626,650	12,356	1,468,760	30,613
Buttermilk	95,085	792	191,605	1,710
Flavored Milk & Drink	248,448	6,216	369,250	10,581
Cereal Mixture	163,029	20,094	286,559	34,927
Coffee Cream	16,380	3,196	16,595	3,259
Whipping Cream	22,271	8,559	32,478	12,256
Sour Cream	15,993	3,124	24,379	4,848
"900" Diet	322	5	--	--
Total Class I Utilization	10,517,109	383,804	17,156,062	614,497
Add: Class I Shrinkage	96,497	3,889	154,515	15,673
Subtract: Other Source Receipts	--	--	97	97
Subtract: Overage	--	--	--	--
Net Class I	10,613,606	387,693	17,310,480	630,073
<u>CLASS II</u>				
Used to Produce Cottage Cheese	675,908	8,982	1,418,724	12,771
Subtract: Other Source Receipts	--	--	28	28
Subtract: Overage	--	--	--	--
Net Class II	675,908	8,982	1,418,696	12,743
<u>CLASS III</u>				
Class III Products	3,460,823	156,607	4,072,239	192,020
Inventory Variation	219,486	4,999	220,418	6,219
Total Class III Utilization	3,680,309	161,606	4,292,657	198,239
Add: Class III Shrinkage	227,976	6,279	317,668	14,628
Subtract: Other Source Receipts	105,936	17,854	288,032	13,301
Subtract: Overage	11,874	1,324	1,748	145
Net Class III	3,790,475	148,707	4,320,545	199,421
TOTAL PRODUCER RECEIPTS	15,079,989	545,382	23,049,721	842,237

MISCELLANEOUS INFORMATION

	July 1961	June 1961	July 1960
Average Daily Production	486,451#	547,235#	743,539#
July 1961 Production Compared With -	--	- 11.11%	- 34.58%
Class I Daily Average	339,262#	349,430#	553,421#
July 1961 Sales Compared With -	--	- 2.91%	- 38.70%
Number of Producers	716	719	1,198
Daily Herd Production	679#	761#	621#
Av. Test of Producer Milk Received	3.61659%	3.61163%	3.65400%
Total Value Paid Producers	\$608,655.93	\$630,415.33	\$909,090.51
Av. Monthly Milk Check Per Farm	\$ 850.08	\$ 876.79	\$ 758.84
Av. Daily Milk Check Per Farm	\$ 27.42	\$ 29.23	\$ 24.48

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK

<u>Year</u>	<u>CLASS I</u>		<u>CLASS II</u>		<u>CLASS III</u>		<u>Total Producer Receipts</u>
	<u>Pounds</u>	<u>Percent</u>	<u>Pounds</u>	<u>Percent</u>	<u>Pounds</u>	<u>Percent</u>	
1953	7,342,338	75.6	--	--	2,369,395	24.4	9,711,733
1954	7,272,928	70.4	--	--	3,058,935	29.6	10,331,863
1955	8,692,563	76.3	--	--	2,695,649	23.7	11,388,212
1956	10,125,716	75.4	--	--	3,302,901	24.6	13,428,617
1957	11,720,328	70.8	1,107,967	6.7	3,725,823	22.5	16,554,118
1958	13,517,112	73.0	1,310,449	7.1	3,685,335	19.9	18,512,896
<u>1959</u>							
Jan.	16,988,480	81.2	1,084,208	5.2	2,853,643	13.6	20,926,331
Feb.	15,239,825	78.9	1,053,372	5.5	3,017,745	15.6	19,310,942
Mar.	16,463,653	76.1	1,146,541	5.3	4,014,965	18.6	21,625,159
Apr.	16,278,936	76.8	1,218,411	5.7	3,705,029	17.5	21,202,376
May	17,020,842	66.8	1,476,387	5.8	6,996,009	27.4	25,493,238
June	16,143,898	69.5	1,625,641	7.0	5,452,167	23.5	23,221,706
July	16,656,834	80.0	1,257,357	6.1	2,898,176	13.9	20,812,367
Aug.	16,205,279	80.1	1,098,487	5.4	2,938,472	14.5	20,242,238
Sept.	17,271,583	84.0	1,107,034	5.4	2,182,542	10.6	20,561,159
Oct.	18,015,868	79.9	1,346,159	6.0	3,175,402	14.1	22,537,429
Nov.	15,951,304	76.8	1,106,991	5.3	3,704,095	17.9	20,762,390
Dec.	16,843,414	76.0	1,017,108	4.6	4,293,444	19.4	22,153,966
Av.	16,589,993	76.9	1,211,475	5.6	3,769,307	17.5	21,570,775
<u>1960</u>							
Jan.	16,630,974	72.7	1,303,077	5.7	4,946,776	21.6	22,880,827
Feb.	16,117,168	73.6	1,345,884	6.2	4,424,792	20.2	21,887,844
Mar.	17,371,361	75.1	1,512,205	6.5	4,260,340	18.4	23,143,906
Apr.	16,321,608	72.9	1,491,301	6.7	4,585,248	20.4	22,398,157
May	16,103,616	62.3	1,389,314	5.4	8,362,376	32.3	25,855,306
June	16,240,464	66.1	1,453,867	5.9	6,883,339	28.0	24,577,670
July	17,332,311	75.2	1,431,813	6.2	4,285,299	18.6	23,049,423
Aug.	17,706,937	80.5	1,735,935	7.9	2,564,449	11.6	22,007,321
Sept.	19,290,559	81.5	1,523,672	6.4	2,850,771	12.1	23,665,002
Oct.	19,063,274	74.9	1,552,857	6.1	4,841,457	19.0	25,457,588
Nov.	18,615,975	79.3	1,438,390	6.1	3,419,799	14.6	23,474,164
Dec.	19,183,826	77.7	1,325,496	5.4	4,184,235	16.9	24,693,557
Av.	17,498,173	74.3	1,458,651	6.3	4,634,073	19.4	23,590,897
<u>1961</u>							
Jan.	19,690,835	75.4	1,428,275	5.5	4,975,674	19.1	26,094,784
Feb.	17,464,772	75.9	1,421,718	6.2	4,129,407	17.9	23,015,897
Mar.	12,420,107	75.6	382,047	2.3	3,627,652	22.1	16,429,806
Apr.	11,484,078	73.4	318,468	2.0	3,848,568	24.6	15,651,114
May	11,792,418	67.0	321,915	1.8	5,481,802	31.2	17,596,135
June	9,830,977	63.8	313,085	2.0	5,264,837	34.2	15,408,899
July	10,613,606	70.4	675,908	4.5	3,790,475	25.1	15,079,989